1 THE ARIZONA CORPORATION COMMISSION DOCKETED 2 COMMISSIONERS 3 JEFF HATCH-MILLER, Chairman MAY 0 5 2005 WILLIAM A. MUNDELL MARC SPITZER DOCKETED BY MIKE GLEASON 5 KRISTIN K. MAYES 6 IN THE MATTER OF THE APPLICATION OF DOCKET NO. RR-02632A-05-0125 THE ARIZONA DEPARTMENT OF TRANSPORTATION TO UPGRADE AN EXISTING CROSSING OF THE ARIZONA AND 67811 DECISION NO. 8 CALIFORNIA RAILROAD COMPANY AT McVAY ROAD IN LA PAZ COUNTY, ARIZONA, AAR/DOT NO. 025-921-F. **OPINION AND ORDER** 10 DATE OF HEARING: March 17, 2005 11 PLACE OF HEARING: Phoenix, Arizona 12 ADMINISTRATIVE LAW JUDGE: Marc E. Stern 13 APPEARANCES: Ms. Diane Targovnik and Mr. Tim Sabo, Staff Attorneys, Legal Division, on behalf of the Utilities 14 Division of the Arizona Corporation Commission. 15 BY THE COMMISSION: 16 On February 28, 2005, the Arizona Department of Transportation ("ADOT") submitted to the 17 Arizona Corporation Commission ("Commission") a request for an Opinion and Order for the approval of an agreement between ADOT and the Arizona and California Railroad Company 18 19 ("Railroad") to upgrade the Railroad's crossing at McVay Road in La Paz County, Arizona, at 20 AAR/DOT No. 025-921-F ("Application"). On March 3, 2005, by Procedural Order, the Application was set for a hearing and ADOT was 21 22 ordered to notify any interested party of the Application and the hearing. 23 On March 10, 2005, ADOT certified that notice had been provided pursuant to the terms of 24 the Procedural Order. 25 On March 17, 2005, a full public hearing was held before a duly authorized Administrative Law Judge of the Commission at its offices in Phoenix, Arizona. The Commission's Railroad Safety 26 Section ("Staff") was present with counsel. At the conclusion of the hearing, the matter was taken 27 under advisement pending submission of a recommended Opinion and Order to the Commission.

Having considered the entire record herein and being fully advised in the premises, the

FINDINGS OF FACT

- 1. On February 28, 2005, ADOT filed an Application in which it requested an Opinion and Order from the Commission approving an agreement between ADOT and the Railroad to upgrade a crossing by replacing existing crossbucks with new LED automatic warning devices with automatic gate arms at McVay Road in La Paz County, Arizona at AAR/DOT No. 025-921-F.
- 2. On March 10, 2005, ADOT filed certification that it had provided notice by registered U.S. mail of the Application and hearing thereon.
 - 3. A hearing was held as scheduled on March 17, 2005.

Commission finds, concludes, and orders that:

- 4. The Application provides for the Railroad to install new LED flashing lights with automatic gates at the crossing.
- 5. Staff testified that the cost apportionment for the installation of the crossing upgrade as provided in the Application was proper.
 - 6. Staff recommended that the Application be approved.

CONCLUSIONS OF LAW

- 1. The Commission has jurisdiction over the parties and over the subject matter of the Application pursuant to Article XV of the Arizona Constitution and A.R.S. §§ 40-336, 40-337 and 40-337.01.
 - 2. Notice of the Application was provided in accordance with the law.
- 3. Installation of the crossing upgrade is necessary for the public's convenience and safety.
- 4. Pursuant to A.R.S. §§ 40-336 and 40-337, the Application should be approved as recommended by Staff.
- 5. After installation of the crossing, the Railroad should maintain the crossing in accordance with A.A.C. R14-5-104.

DECISION NO.

1 **ORDER** 2 IT IS THEREFORE ORDERED that the Arizona Department of Transportation's Application 3 is hereby approved. 4 IT IS FURTHER ORDERED that the Arizona and California Railroad Company shall complete the crossing upgrade as described in the Application within fifteen months from the 6 effective date of this Decision. 7 IT IS FURTHER ORDERED that the Arizona and California Railroad Company shall notify the Commission, in writing, within ten days of both the commencement and the completion of the crossing upgrade, pursuant to A.A.C. R14-5-104. 10 IT IS FURTHER ORDERED that upon completion of the crossing upgrade, the Arizona and 11 California Railroad Company shall maintain the crossing in compliance with the A.A.C. R14-5-104. 12 IT IS FURTHER ORDERED that this Decision shall become effective immediately. 13 BY ORDER OF THE ARIZONA CORPORATION COMMISSION. 14 15 COMMISSIONER COMMISSIONER 16 17 COMMISSIONER COMMISSIONER 18 19 IN WITNESS WHEREOF, I, BRIAN C. McNEIL, Executive Secretary of the Arizona Corporation Commission, have 20 hereunto set my hand and caused the official seal of the Commission to be affixed at the Capitol, in the City of Phoenix, 21 this 5th day of Man, 2005. 22 23 /McNE EXECUTIVE SECRETARY, 24 25 DISSENT 26 DISSENT 27 MES:mli 28

DECISION NO.

1	SERVICE LIST FOR:	ARIZONA COMPANY	AND	CALIFORNIA	RAILROAD
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